



**REPORT OF THE AUDITOR OF PUBLIC ACCOUNTS
AUDIT EXAMINATION OF THE
CRITTENDEN COUNTY FISCAL COURT**

Fiscal Year Ended June 30, 1999

**EDWARD B. HATCHETT, JR.
AUDITOR OF PUBLIC ACCOUNTS
WWW.KYAUDITOR.NET**

**144 CAPITOL ANNEX
FRANKFORT, KY 40601
TELE. (502) 564-5841
FAX (502) 564-2912**

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Edward B. Hatchett, Jr.
Auditor of Public Accounts

To the People of Kentucky

Honorable Paul E. Patton, Governor

John P. McCarty, Secretary

Finance and Administration Cabinet

Mike Haydon, Secretary, Revenue Cabinet

Honorable Victor P. Hardin, Crittenden County Judge/Executive

Members of the Crittenden County Fiscal Court

Independent Auditor's Report

We have audited the accompanying statement of assets, liabilities, and fund balances arising from cash transactions of Crittenden County, Kentucky, as of June 30, 1999, and the related statement of cash receipts, cash disbursements, and changes in cash balances for the year then ended. These financial statements are the responsibility of the Crittenden County Fiscal Court. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the Audit Guide for Fiscal Court Audits issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Crittenden County, Kentucky, prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and laws of Kentucky. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund balances arising from cash transactions of Crittenden County, Kentucky, and the related statement of cash receipts, cash disbursements, and changes in cash balances as of and for the year ended June 30, 1999, in conformity with the cash basis of accounting described above.

To the People of Kentucky

Honorable Paul E. Patton, Governor

John P. McCarty, Secretary

Finance and Administration Cabinet

Mike Haydon, Secretary, Revenue Cabinet

Honorable Victor P. Hardin, Crittenden County Judge/Executive

Members of the Crittenden County Fiscal Court

Our audit was performed for the purpose of forming an opinion on the financial statements of Crittenden County, Kentucky, taken as a whole. The information provided on the accompanying schedules is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated May 1, 2000, on our consideration of Crittenden County, Kentucky's compliance with certain provisions of laws, regulations, contracts, and grants, and internal control over financial reporting.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.

Auditor of Public Accounts

Audit fieldwork completed -

May 1, 2000

CRITTENDEN COUNTY OFFICIALS

June 30, 1999

Victor P. Hardin	County Judge/Executive
Alan C. Stout	County Attorney
Danny Byford	County Clerk
Madeline Henderson	Circuit Court Clerk
Wayne Agent	Sheriff
Jerry Gilland	Jailer
Maurice Corley	Property Valuation Administrator
Roberta Shewmaker	County Treasurer
Clinton York	Coroner
Roger Simpson	Magistrate
Curt Buntin	Magistrate
William E. Martin, Jr.	Magistrate
Percy Cook	Magistrate
Donald Tabor	Magistrate
Bobbie Don Crowell	Magistrate

STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

CRITTENDEN COUNTY
STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

June 30, 1999

Assets and Other Resources

Assets

General Fund:

Cash	\$ 218,349
------	------------

Road and Bridge Fund:

Cash	275,633
------	---------

Jail Fund:

Cash	15,567
------	--------

Local Government Economic Assistance Fund:

Cash	131,712
------	---------

Nonvoted Hospital Bond Fund:

State Local Finance Officer	796
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Payroll Fund

Cash	4,992
------	-------

Other Resources

General Fund:

Funds to be Provided in Future Years for Detention Facility - Lease Principal (Note 4)	78,100
-------------------------------------------------------------------------------------------	--------

Total Assets and Other Resources

	\$ 725,149
--	------------

CRITTENDEN COUNTY
 STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
 ARISING FROM CASH TRANSACTIONS
 June 30, 1999
 (Continued)

Liabilities and Fund Balances

General Fund:

Lease Principal for Detention Facility (Note 4)	\$ 78,100
-------------------------------------------------	-----------

Nonvoted Hospital Bond Fund:

Bond Principal Matured and Unpresented	490
----------------------------------------	-----

Interest Matured and Unpresented	306
----------------------------------	-----

Payroll Fund	4,992
--------------	-------

Fund Balances

Reserved:

General Fund - Clement Museum	106,962
-------------------------------	---------

Unreserved:

General Fund	111,387
--------------	---------

Road and Bridge Fund	275,633
----------------------	---------

Jail Fund	15,567
-----------	--------

Local Government Economic Assistance Fund	<u>131,712</u>
-------------------------------------------	----------------

Total Liabilities and Fund Balances	<u>\$ 725,149</u>
-------------------------------------	-------------------

The accompanying notes are an integral part of the financial statements.

STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

CRITTENDEN COUNTY
STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

Fiscal Year Ended June 30, 1999

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Cash Receipts</u>				
Schedule of Operating Revenue	\$ 2,182,317	\$ 588,323	\$ 1,480,778	\$ 64,998
Transfers In	238,341	140,000		98,341
Borrowed Money	10,500	10,500		
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Cash Receipts	<u>\$ 2,431,158</u>	<u>\$ 738,823</u>	<u>\$ 1,480,778</u>	<u>\$ 163,339</u>
<u>Cash Disbursements</u>				
Comparative Schedule of Final Budget and Budgeted Expenditures	\$ 1,969,346	\$ 553,443	\$ 1,184,013	\$ 149,553
Kentucky Association of Counties- Lease Principal Payment for Jail	6,700			6,700
Coupons Paid	190			
Transfers Out	238,341	98,341	140,000	
Borrowed Money Repaid	10,500	10,500		
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Cash Disbursements	<u>\$ 2,225,077</u>	<u>\$ 662,284</u>	<u>\$ 1,324,013</u>	<u>\$ 156,253</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	\$ 206,081	\$ 76,539	\$ 156,765	\$ 7,086
Cash Balance - July 1, 1998	435,976	141,810	118,868	8,481
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash Balance - June 30, 1999	<u>\$ 642,057</u>	<u>\$ 218,349</u>	<u>\$ 275,633</u>	<u>\$ 15,567</u>

CRITTENDEN COUNTY
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
 CHANGES IN CASH BALANCES
 Fiscal Year Ended June 30, 1999
 (Continued)

Local Government Economic Assistance Fund	Nonvoted Hospital Bond Fund
\$ 48,218	\$
<u>\$ 48,218</u>	<u>\$ 0</u>
\$ 82,337	\$
	190
<u>\$ 82,337</u>	<u>\$ 190</u>
\$ (34,119)	\$ (190)
<u>165,831</u>	<u>986</u>
<u>\$ 131,712</u>	<u>\$ 796</u>

The accompanying notes are an integral part of the financial statements.

CRITTENDEN COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 1999

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements of Crittenden County include the funds, agencies, boards, and entities for which the fiscal court is financially accountable. Financial accountability, as defined by Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, as amended by GASB 14, was determined on the basis of the government's ability to significantly influence operations, select the governing authority, participate in fiscal management and the scope of public service. Based upon the criteria stated in GASB 14, management has not included any component units as part of the reporting entity.

B. Fund Accounting

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. The government uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts.

C. Basis of Accounting

The financial statements were prepared on a cash basis of accounting pursuant to Kentucky Revised Statute (KRS) 68.210 as recommended by the State Local Finance Officer. Consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts.

D. Legal Compliance - Budget

The Crittenden County budget is adopted on a cash basis of accounting and laws of Kentucky as required by the State Local Finance Officer. The County Judge/Executive is required to submit estimated receipts and proposed expenditures to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the State Local Finance Officer. Expenditures may not exceed budgeted appropriations at the activity level.

E. Cash and Investments

Cash includes amounts in bank accounts, and investments are stated at cost. Investments may include certificates of deposit on the financial statements; however, for the purpose of disclosing credit risk (Note 3), investments exclude certificates of deposit.

CRITTENDEN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 1. (Continued)

E. Cash and Investments (Continued)

KRS 66.480 authorizes the county to invest in the following, including but not limited to, obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

Note 2. Employee Retirement System

The county has elected to participate in the County Employees Retirement System (CERS), pursuant to KRS 78.530 administered by the Board of Trustees of the Kentucky Retirement Systems. This is a multiple-employer public retirement system which covers all eligible full-time employees. Benefit contributions and provisions are established by statute. Nonhazardous covered employees are required to contribute 5 percent of their salary to the plan. The county's contribution rate for nonhazardous employees was 8.22 percent.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65.

Historical trend information showing the CERS' progress in accumulating sufficient assets to pay benefits when due is present in the Kentucky Retirement Systems' annual financial report.

Note 3. Deposits

The county maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). According to KRS 66.480(1)(d) and KRS 41.240(4), the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the county and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met, and as of June 30, 1999, the county's deposits were fully insured or collateralized at a 100% level with collateral of either pledged securities held by the county's agent in the county's name, or provided surety bonds which named the county as beneficiary/obligee on the bonds.

CRITTENDEN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 4. Detention Facility Capital Lease

This capital lease with KACO Small Issuer's Loan Program is for renovations performed on the Crittenden County Detention Facility. The capital lease was for \$88,000 and bears interest of 6.24%. Interest and principal payments are made twice each year during November and May. The balance owed June 30, 1999, is \$78,100.

Detention Facility Capital Lease Principal and Interest requirements are:

<u>Fiscal Year Ending June 30,</u>	<u>Scheduled Interest</u>	<u>Scheduled Principal</u>
2000	\$ 4,761	\$ 7,300
2001	4,299	7,700
2002	3,813	8,100
2003	3,298	8,700
2004	2,749	9,200
2005	2,166	9,800
2006	1,545	10,400
2007	883	11,100
2008	181	5,800
Totals	<u>\$ 23,695</u>	<u>\$ 78,100</u>

Note 5. Lease-Purchase Agreement

The county has entered into the following lease-purchase agreement:

<u>Description</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Voting Machines	10/14/1993	10/14/2003	5.04%	<u>\$ 26,000</u>

Note 6. Commitments and Contingencies

The Ohio River Ferry Authority, Inc. through the Crittenden County Fiscal Court obtained a grant from the Kentucky Transportation Cabinet to provide for operation of the ferry service across the Ohio River between Crittenden County, Kentucky and Hardin County, Illinois. On November 8, 1994, the Ohio River Ferry Authority, Inc. entered into an agreement with the Cave-In-Rock Ferry Company, Inc. to operate the ferry service.

CRITTENDEN COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 6. Commitments and Contingencies (Continued)

On January 2, 1997, Crittenden County entered into a lease agreement with Kentucky Area Development District Financing Trust to finance the acquisition of a nursing home for the benefit of the Crittenden County Hospital, Inc. The county then entered into an agreement to sublease and rent the project to the Crittenden County Hospital, Inc. for a rental period of 10 years, with the option to renew this sublease in the manner and for the rental amount set forth in the lease. The total amount due is \$3,100,000. Payments by the Crittenden County Hospital began May 20, 1998.

Note 7. Industrial Revenue Bonds

The Crittenden County Fiscal Court has entered into an agreement with the City of Marion to create the Marion-Crittenden Industrial Development Authority. This agreement was created for the purpose of serving as an agency to aid in the acquisition, retention and development of industrial opportunities in Crittenden County.

On June 16, 1998, the Crittenden County Industrial Development Authority entered into a new bond issue for the purpose of constructing an addition to the existing facility owned by Par-4 Plastics, Inc. located in Marion, Kentucky. These bonds will have a 20-year life with an approximate interest rate of 6.5 %. The original agreement required Ross, Sinclair, and Associates, the underwriter, to appropriate \$2,400,000 for the purpose of purchasing from the Marion-Crittenden Industrial Development Authority, the Industrial Revenue Bonds, series 1998 for the total purchase price of \$2,352,000 on or before July 1, 2008. The semi annual payments are to be made on the 1st of July and January.

Note 8. Insurance

For the fiscal year ended June 30, 1999, Crittenden County was a member of the Kentucky Association of Counties' All Lines Insurance Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of a collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

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COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

CRITTENDEN COUNTY
COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

Fiscal Year Ended June 30, 1999

<u>Budgeted Funds</u>	<u>Budgeted Operating Revenue</u>	<u>Actual Operating Revenue</u>	<u>Over (Under) Budget</u>
General Fund	\$ 713,799	\$ 588,323	\$ (125,476)
Road and Bridge Fund	1,371,597	1,480,778	109,181
Jail Fund	147,944	64,998	(82,946)
Local Government Economic Assistance Fund	256,583	48,218	(208,365)
Total	<u>\$ 2,489,923</u>	<u>\$ 2,182,317</u>	<u>\$ (307,606)</u>

Reconciliation

Total Operating Budget Per Comparative Schedule Of Final Budget and Budgeted Expenditures	<u>\$ 2,489,923</u>
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SCHEDULE OF OPERATING REVENUE

CRITTENDEN COUNTY
SCHEDULE OF OPERATING REVENUE

Fiscal Year Ended June 30, 1999

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<hr/>				
Revenue From Local Taxes <u>and Excess Fees</u>				
Sheriff:				
Taxes	\$ 258,911	\$ 258,911	\$	\$
County Clerk:				
Deed Transfer Tax	21,693	21,693		
Occupational Licenses	59	59		
Delinquent Taxes	1,689	1,689		
Excess Fees - 1998	13,668	13,668		
Media Com In Lieu of Tax	2,144	2,144		
Bank Shares	19,961	19,961		
Tangible Personal Property Taxes:				
Other Counties	3,302	3,302		
County Clerk	43,907	43,907		
	<hr/>	<hr/>	<hr/>	<hr/>
Totals	\$ 365,334	\$ 365,334	\$ 0	\$ 0
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Kentucky State Treasurer</u>				
Jail:				
Allotments	\$ 28,512	\$	\$	\$ 28,512
Medical Allotments	2,403			2,403
Driving Under The Influence Fees	2,232			2,232
Court Costs, Jail Operation	2,951			2,951
County Road Aid	584,928		584,928	
Emergency Road Aid	100,000		100,000	
Rural Secondary Road Aid	79,312		79,312	
Truck License Distribution	161,449		161,449	
Rental Income	2,727	2,727		
Courthouse Rental - Administrative				
Office of the Courts	27,741	27,741		
Refunds:				
Legal Process Tax	54	54		
Election Refund	4,590	4,590		
Drivers Licenses	969		969	
Dog Licenses	1,079	1,079		

CRITTENDEN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local
Government
Economic
Assistance
Fund

\$

\$ 0

\$

CRITTENDEN COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Kentucky State Treasurer</u> (Continued)				
Severance Taxes:				
Mineral	\$ 44,740	\$	\$	\$
Grants:				
Federal Emergency Management Administration- Severe Weather Grant Reimbursement	7,531		7,531	
Transportation Cabinet- Ohio River Ferry Grant	516,784		516,784	
Disaster and Emergency Services Reimbursement	606	606		
Totals	<u>\$ 1,568,608</u>	<u>\$ 36,797</u>	<u>\$ 1,450,973</u>	<u>\$ 36,098</u>
<u>Miscellaneous Revenue</u>				
Interest	\$ 22,165	\$ 4,972	\$ 13,421	\$ 294
Circuit Court Clerk:				
Home Incarceration	17,078			17,078
Work Release	6,439			6,439
Charges for Services:				
Contract with Other Counties	2,190			2,190
Clement Mineral Museum	169,000	169,000		
Recycling Refund	2,548	2,548		
Jail Bond Fees	1,675			1,675
Sale of Surplus Property	2,400		2,400	
Reimbursement for Utilities	451	451		
Reimbursement for Cruiser	3,000	3,000		
Insurance Collection	3,869	3,869		
Miscellaneous Items	17,560	2,352	13,984	1,224
Totals	<u>\$ 248,375</u>	<u>\$ 186,192</u>	<u>\$ 29,805</u>	<u>\$ 28,900</u>
Total Operating Revenue	<u>\$ 2,182,317</u>	<u>\$ 588,323</u>	<u>\$ 1,480,778</u>	<u>\$ 64,998</u>

CRITTENDEN COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local
Government
Economic
Assistance
Fund

\$ 44,740

\$ 44,740

\$ 3,478

\$ 3,478

\$ 48,218

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COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

CRITTENDEN COUNTY
COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

Fiscal Year Ended June 30, 1999

	<u>Final</u> <u>Budget</u>	<u>Budgeted</u> <u>Expenditures</u>	<u>Under</u> <u>(Over)</u> <u>Budget</u>
<u>GENERAL FUND</u>			
<u>General Government</u>			
Office of County Judge/Executive:			
Salaries-			
County Judge/Executive	\$ 50,364	\$ 49,732	\$ 632
Finance Officer	14,989	14,988	1
Other Salaries	33	33	
Office Materials and Supplies	2,100	2,241	(141)
Telephone	2,700	2,093	607
Office of County Attorney:			
County Attorney Salary	10,304	10,299	5
Rent	1,200	1,200	
Office of County Clerk:			
County Clerk Salary	2,400	2,400	
Fees	2,515	1,450	1,065
Maintenance	2,400	2,400	
Printing and Binding	20		20
Telephone	2,600	2,426	174
Office of Sheriff:			
Deputies Salaries	19,738	17,737	2,001
Postage	1,811	1,811	
Telephone	2,800	2,535	265
Motor Vehicle	9,550	19,845	(10,295)
Office of County Coroner:			
Salaries-			
County Coroner	4,355	4,342	13
Deputy Coroner	1,557	1,557	
Training	1,073	1,073	
Fiscal Court:			
Magistrates-			
Salaries	20,384	20,308	76
Expense Allowance	16,200	16,200	

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Office of Property Valuation Administrator:			
Statutory Contribution	\$ 9,813	\$ 9,813	\$
Office of County Treasurer:			
County Treasurer Salary	17,115	17,115	
Publication	500	300	200
County Law Library:			
Law Librarian Salary	600	600	
Banks Baldwin Updates	308	308	
Elections:			
Per Diem-			
Election Commissioners	1,200	1,120	80
Election Officers	8,000	7,968	32
Election Printing and Advertising	1,000	618	382
Election Voting Machine Lease	7,900	7,187	713
Preparing Voting Machines	12,029	12,028	1
Election Rentals	240	195	45
Miscellaneous Expense	1,457	1,452	5
Courthouse:			
Janitor Salary	13,832	13,831	1
Utilities	12,600	12,016	584
Janitorial Services	400	287	113
Improvements or New Construction	2,000	1,814	186
Materials and Supplies	4,133	4,133	
<u>Protection to Persons and Property</u>			
Disaster and Emergency Services:			
Dispatch Service	21,499	20,418	1,081
Utilities	3,000	2,702	298
Ambulance Service:			
Repairs and Maintenance	18,271		18,271

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND (Continued)</u>			
<u>Protection to Persons and Property (Continued)</u>			
Forestry Fire Protection:			
Kentucky State Treasurer	\$ 2,029	\$ 2,020	\$ 9
Office of Public Defender:			
Contribution	1,200	1,150	50
<u>General Health and Sanitation</u>			
Dog Control:			
Dog Warden	396	396	
Dog Food and Supplies	1,000	971	29
Sanitary Landfill:			
Recycling	114	114	
Repairs and Maintenance	465	465	
<u>Social Services</u>			
Health Department Contribution	24,788	24,788	
<u>Recreation and Culture</u>			
County Museum:			
Clement Museum	169,000	62,038	106,962
<u>Debt Service</u>			
Interest on Borrowed Money	67	177	(110)
<u>Administration</u>			
Auditing Services	29,098	29,098	
Insurance	43,512	43,512	
Insurance Assessment	4,174	4,174	

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>GENERAL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
Magistrates Association	\$ 500	\$ 500	\$
Judge/Executive Association	660	660	
Purchase Area Development District	1,323	1,322	1
Kentucky Association of County Officials	800	800	
Miscellaneous Expense	12,963	12,962	1
Contingent Appropriations:			
Reserve for Transfers	23,720		23,720
Fringe Benefits:			
County Contributions-			
Social Security	30,000	29,178	822
Retirement	40,000	32,555	7,445
Worker's Compensation	20,000	17,988	2,012
Unemployment Insurance	3,000		3,000
Total General Fund	<u>\$ 713,799</u>	<u>\$ 553,443</u>	<u>\$ 160,356</u>

ROAD AND BRIDGE FUND

General Government

Other County Property:			
County Garage	\$ 15,000	\$ 249	\$ 14,751
Utilities	7,000	2,481	4,519

Roads

Road Maintenance:			
Salaries-			
Road Foreman	24,031	23,264	767
Road Labor	114,069	112,097	1,972
Part-Time Labor	23,741	23,726	15
Bridge Repair	10,000		10,000
Petroleum Products	21,000	17,583	3,417
General Construction Materials	120,000	84,556	35,444
Motor Vehicle Maintenance	43,264	43,261	3

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ROAD AND BRIDGE FUND (Continued)</u>			
<u>Roads (Continued)</u>			
Road Maintenance: (Continued)			
Materials	\$ 409,253	\$ 333,724	\$ 75,529
Advertising and Publication	400	389	11
Mass Transit:			
Ohio River Ferry Authority, Inc.	524,202	516,813	7,389
<u>Capital Projects</u>			
Equipment:			
Radio Equipment	4,377	4,377	
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	32,899		32,899
Fringe Benefits:			
County Contributions-			
Retirement	11,000	10,132	868
Social Security	11,361	11,361	
Total Operating Budget	<u>\$ 1,371,597</u>	<u>\$ 1,184,013</u>	<u>\$ 187,584</u>
<u>JAIL FUND</u>			
<u>Protection to Persons and Property</u>			
Office of Jailer:			
Personnel Services-			
Salaries-			
Jailer	\$ 23,753	\$ 23,753	\$
Jail Personnel	47,709	49,070	(1,361)
Association Dues	200	200	

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Office of Jailer: (Continued)			
Operations-			
Cleaning Supplies	\$ 564	\$ 564	\$
Food	11,654	11,654	
Furniture and Fixtures	400	400	
Office Supplies	806	806	
Prisoner Hygiene	351	351	
Routine Medical	5,642	5,642	
Staff Travel	615	615	
Telephone	1,489	1,489	
Transporting Prisoners to			
Other Counties	174	174	
Utilities	7,596	7,596	
Housing Prisoners - Other Counties	11,159	11,159	
Home Incarceration	1,140	1,140	
Miscellaneous Operating Expense	679	698	(19)
Juvenile Services:			
Housing	4,770	4,770	
Medical	558	558	
Maintenance-			
Building Repairs	1,204	1,204	
Equipment Repairs	842	842	
Pest Control	353	353	
Capital Projects:			
Jail Building Upgrade	10,850	10,850	
<u>Administration</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	(229)		(229)

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>JAIL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
Debt Service:			
Kentucky Association of Counties Leasing Trust Obligation - Jail Interest	\$ 5,189	\$ 5,189	\$
Fringe Benefits:			
County Contributions-			
Retirement	5,150	5,150	
Social Security	5,326	5,326	
Total Jail Operating Budget	\$ 147,944	\$ 149,553	\$ (1,609)
Other Financing Uses:			
Kentucky Association of Counties Leasing Trust Obligation - Jail Principal	6,700	6,700	
Total Jail Fund	\$ 154,644	\$ 156,253	\$ (1,609)
LOCAL GOVERNMENT ECONOMIC <u>ASSISTANCE FUND</u>			
<u>General Government</u>			
Economic Development	\$ 10,000	\$ 10,000	\$
<u>Protection to Persons and Property</u>			
Fire Departments:			
County	2,500	2,500	
Caldwell Springs	2,000	2,000	
Sheridan	2,000	2,000	
Shady Grove	2,000	2,000	
Tolu Community	2,000	2,000	
Mattoon	2,000	2,000	

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
LOCAL GOVERNMENT ECONOMIC <u>ASSISTANCE FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Rescue Squad:			
County Rescue Squad Costs	\$ 5,000	\$ 5,000	\$
Emergency Dispatch Service:			
Crime Prevention Hot Line	400	400	
Drug Enforcement:			
Narcotics Task Force	2,000	2,000	
<u>General Health and Sanitation</u>			
Health Department:			
Contribution	15,212	15,212	
Soil and Water Conservation:			
RC and D Contribution	200	200	
West Kentucky Corporation Contribution	500	500	
Chamber of Commerce	500	500	
Soil Conservation	10,000	10,000	
Social Services:			
Pauper Burials	500		500
Senior Citizens Contribution	1,000	1,000	
<u>Recreation and Culture</u>			
Parks:			
Parks Contribution	12,488	12,488	
Airport Contribution	1,000	1,000	
County Museum:			
Clement Museum	1,200	1,200	
Historical Museum	1,200	1,200	
Other Recreation Programs:			
Arts Foundation	1,000	1,000	
FOHS Hall	1,000	1,000	
Main Street	2,500	2,500	
Track Lights	2,000	337	1,663
Cultural Grant Folklorist	5,700	4,300	1,400

CRITTENDEN COUNTY
 COMPARATIVE SCHEDULE OF FINAL BUDGET AND
 BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999

	Final Budget	Budgeted Expenditures	Under (Over) Budget
LOCAL GOVERNMENT ECONOMIC <u>ASSISTANCE FUND</u> (Continued)			
<u>Roads</u>			
Road Maintenance:			
Materials and Supplies	\$ 169,614	\$	\$ 169,614
<u>General Services</u>			
Contingent Appropriations:			
Reserve for Budget Transfers	1,069		1,069
Total Local Government Economic Assistance Fund	\$ 256,583	\$ 82,337	\$ 174,246
Total Operating Budget	\$ 2,489,923	\$ 1,969,346	\$ 520,577
Other Financing Sources			
Kentucky Association of Counties			
Leasing Trust Obligation - Jail			
Principal	6,700	6,700	
Borrowed Money Repaid	10,500	10,500	
Total Budget - All Funds	\$ 2,507,123	\$ 1,986,546	\$ 520,577

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS



Edward B. Hatchett, Jr.
Auditor of Public Accounts

Honorable Victor P. Hardin, Crittenden County Judge/Executive
Members of the Crittenden County Fiscal Court

Report On Compliance And On Internal Control Over
Financial Reporting Based On An Audit Of Financial Statements
Performed In Accordance With Government Auditing Standards

We have audited the financial statements of Crittenden County, Kentucky, as of and for the year ended June 30, 1999, and have issued our report thereon dated May 1, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Crittenden County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Crittenden County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Victor P. Hardin, Crittenden County Judge/Executive
Members of the Crittenden County Fiscal Court
Report On Compliance And On Internal Control Over
Financial Reporting Based On An Audit Of Financial
Statements Performed In Accordance With Government Auditing Standards

This report is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than the specified party. However, this report, upon release by the Auditor of Public Accounts, is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
May 1, 2000

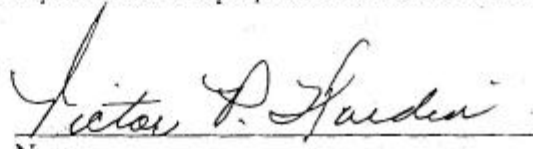
**CERTIFICATION OF COMPLIANCE – LOCAL
GOVERNMENT ECONOMIC ASSISTANCE PROGRAM**

CRITTENDEN COUNTY FISCAL COURT

Fiscal Year Ended June 30, 1999

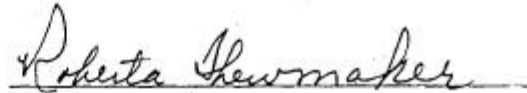
CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE
CRITTENDEN COUNTY FISCAL COURT

The Crittenden County Fiscal Court hereby certifies that assistance received from the Local Government Economic Assistance Program was expended for the purpose intended as dictated by the applicable Kentucky Revised Statutes.



Name

County Judge/Executive



Name

County Treasurer